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Government of Saskatchewan

Annual Report 1982

Milk Control Board

SASKATCHEWAN MILK CONTROL BOARD

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SASKATCHEWAN MILK CONTROL BOARD

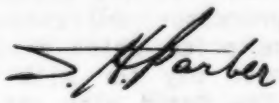
The Honourable Grant Devine, President of the Executive Council of the Province of Saskatchewan.

Sir:

I have the honour to submit herewith the **Forty-Eighth Annual Report** of the Milk Control Board, together with the financial statements for the year ending December 31, 1982, pursuant to the provisions of Section 38 of the Milk Control Act.

Respectfully submitted,

THE MILK CONTROL BOARD



Stan H. Barber

Chairman

SASKATCHEWAN MILK CONTROL BOARD

BOARD MEMBERS

S.H. Barber, Regina ---------- Chairman
H.B. Goplen, Saskatoon ---------- Member
Dr. E.S. Humbert, Saskatoon ---------- Member
H.F. Seitz, Zehner ---------- Member
R.G. Steinley, Rush Lake ---------- Member

OBJECTIVES

The primary objective of the Board is to assure availability of an adequate supply of good quality milk for human consumption at reasonable prices. To promote attainment of this objective, and cognizant of the economic needs of the producer, processor and consumer, the Board regulates the price which distributors and manufacturers must pay for milk from fluid milk producers. The Board also establishes the price at which the distributors must sell fluid milk to wholesale and institutional accounts, and to retail consumers in the twelve milk control areas. The Board issues permits to all milk manufacturers. In issuing these permits, it designates areas in which they may sell fluid milk to minimize duplication of delivery.

The Board also carries out administrative, organizational and investigational duties as may be necessary to ensure that its objectives are achieved.

INTRODUCTION

The Saskatchewan Milk Control Board was established in 1935 by an Act of Legislature empowering the Board to:

(1) make regulations or orders;
(2) inquire into any matter relating to the production, supply, distribution or sale of milk; and
(3) conduct hearings in connection with price regulation changes, the use of quotas, the granting of licenses with restrictions, appeals and penalties.

The Milk Control Board is composed of five members appointed by Order-in-Council who shall hold office during the pleasure of the Lieutenant-Governor-in-Council.

This Report reviews the activities of the Board during its forty-eighth year of operation.

In the main, the Board's activities were divided into four broad categories:

(a) reviewing briefs and proposals from producers, processors, retailers and consumers regarding milk pricing, control procedures and the industry in general;
(b) reviewing the producer cost of production formula;
(c) adjusting and setting fluid milk quota regulations; and
(d) dealing with matters related to the federal dairy policy in general and industrial milk and cream market share quotas in particular.

The above-mentioned activities combined with the general administrative responsibilities of the Act kept the Board and its Staff actively engaged throughout the year.

MILK PRODUCTION AND UTILIZATION

During 1982, fluid milk producers in Saskatchewan sold 184,356,446 kilograms of milk to the fluid milk pool. This represents an 11.1 percent increase from the 1981 level (Table I). The number of fluid milk producers increased 5.2 percent from 686 in January 1982, to 722 in December, 1982. The increased milk production was due to an increase in both milk production per herd as well as the number of fluid milk producers.

Class 1 milk, or milk utilized for the bottle trade in 1982, accounted for 99,675,997 kilograms of milk, an increase of 1,611,398 kilograms or 1.64 percent over 1981. Of the total production Class 1 or top price milk requirements accounted for 54.1 percent with the remaining 45.9 percent utilized for manufacturing of non-fluid products.

Home delivered milk sales continued to decrease and accounted for 13.8 percent of the sales in 1982, while country sales increased from 34.6 percent to 35.0 percent. Wholesale sales remained relatively constant at 51.2 percent (Table III).

During 1982, milk and cream producers shipped 4,294,379 kilograms of butterfat for 98.7 percent of Saskatchewan's Market Share Quota allotment.

In August, 1982, the Board allocated all of the province's Market Share Quota to milk and cream producers. Based on production levels from August 1, 1982 to December 31, 1982, and quota allocated to producers, the Board determined that the province's market share quota allotment of 4,349,240 kilograms of butterfat would be fully utilized by approved producers.

FLUID MILK POOL

The fluid milk pool successfully completed its eighth year of operation. Under pooling, the Board has the responsibility for purchasing all milk from registered fluid milk producers and selling it to the processors. A major advantage to individual producers is the opportunity to participate equitably in the returns from all Class I sales.

Under the regulations of the fluid milk pool, any milk producer wishing to enter the fluid milk pool must meet the prescribed standards, and have shipped industrial milk for four complete months prior to being accepted into the pool. As a fluid milk pool member, each producer receives annually a daily quota, which is based on production during the six month quota period (September 1 to February 28). During 1982, the fluid milk pool purchased approximately $6.0 million worth of milk each month for a total of $72.4 million for the year. Table VII outlines the average monthly prices paid to producers for all fluid milk shipments based on milk testing 3.5 percent butterfat.

Because of producer price advantages, and the increasing need for better quality milk, many of the industrial milk producers continue to upgrade their enterprise to fluid standards. During 1982, fifty-two (52) industrial producers transferred into the fluid milk pool, bringing the industry closer to the day when all milk in Saskatchewan will be produced on farms with premises and bacterial quality attaining Class I standards. With the uniform high quality milk being achieved by more dairy producers, additional savings in marketing and transportation costs were achieved. Increased quality of milk utilized in manufactured dairy products benefited consumers through improved product quality.

The table below outlines a two-year comparison of regulated producer milk prices.

REGULATED MILK PRICES PAID BY PROCESSORS BY YEAR

Product By Class	Jan. 1 1981	Dec. 31 1981	Dec. 31 1982	% Increase 1980-82
I	$40.54	$44.85	$46.75	+ 15.3
II	$28.74	$32.10	$34.97	+ 21.7
III	$26.88	$30.35	$33.22	+ 23.6

In carrying out its authority for fluid milk pricing (Class I), the Board utilized production cost data from the Saskatchewan Dairy Farm Accounting Project. This project, begun in January, 1980, is a joint venture involving the Saskatchewan Milk Control Board, the Fluid Milk Producers Association and the Saskatchewan Department of Agriculture.

At the federal level, the Industrial Target Returns Formula (Class II and Class III) has been under review as part of the Government's review of the National Dairy Policy. During 1982, the Canadian Dairy Commission increased the support price for butter and skim milk powder in January and August, to achieve the increases indicated by the industrial milk Cost of Production Formula.

TRANSPORTATION

The rationalization of milk transportation is an ongoing program. Movements in producer locations as people enter and leave the industry, and shifts of industrial milk producers to the fluid milk pool, contribute to the continuous requirement of regularizing transportation routes.

The producers cost of transporting raw milk during 1982 increased by approximately 12 percent on January 1, 1982. Table VIII outlines the rates effective in 1982, based on producers' monthly production.

In general, the fluid milk transportation pooling system provides stability and orderliness to the industry.

MILK CONTROL BOARD ACTIVITIES

During 1982, the Board held five official meetings. In addition, Board members participated in a number of Advisory or Quota Committee meetings, and in meetings with the local dairy industry organizations.

The Board Chairman, together with members of the Quota Advisory Committee, attended meetings of the Canadian Milk Supply Management Committee. The Chairman continued to serve on the Secretariat to the Milk Supply Management Committee and also represented Saskatchewan as a member on the Sub-Committee to review the Federal-Provincial Agreement on Milk Supply Management.

Two changes occurred in the membership of the Board during the year. Effective July 14, 1982, Mr. John Hubbard retired from the Board. The Board would like to acknowledge and thank Mr. Hubbard for his five years of conscientious and effective service to the Milk Control Board, and to the Dairy Industry of Saskatchewan. The Board also thanks Mr. Leo Fuhr for his six years of loyal service to the Board and to the Dairy Industry of Saskatchewan.

The Board extends its grateful appreciation to all staff and committee members, as well as the many individuals and groups who provide services to the Board.

NATIONAL DAIRY POLICY

The Canadian Government, through the Canadian Dairy Commission, supports the dairy industry by means of a target price for industrial milk and cream, and market support for butter and skim milk powder. During 1982, two price adjustments were made in producers' target returns for industrial milk. The target return increased from $39.61 per hundred kilograms on January 1, 1982, to $41.02 per hundred kilograms on December 31, 1982. In order to implement the required increase in producers' returns, the Canadian Dairy Commission raised the support prices of butter and skim milk powder to $4.33 and $2.59 per kilogram respectively.

On August 1, 1982, the federal Minister of Agriculture announced the 1982-83 Dairy Policy. The highlights of the Dairy Policy were as follows:

- Canadian butterfat requirements were reduced by 2.7 percent from the previous year.

- Federal subsidy was retained at $6.03 per hectolitre or $1.675 per kilogram of butterfat. The subsidy rate has remained the same since 1975 and represents a declining percentage of the milk price received by farmers.

- The levy structures, to be collected from producers to cover the costs associated with dairy product exports, were:

  - Inquota levy $4.07 per HL ($3.95 per hundred kilograms), an increase of $1.02 per HL.

  - Skim-off levy, a contribution from the fluid milk sector, remained at $0.30 per hectolitre. This levy was collected through a deduction from subsidy payments on a volume equal to 5 percent of each producer's Class I sales.

- Export Quota levy was set at $0.33 per hectolitre, applicable only in provinces participating in the Export Quota Program. Saskatchewan participated in this program for the 1982-83 dairy year.

- Overquota levy was set at $20.21 per hectolitre for milk shipments and $2.37 per kilogram of butterfat for cream shipments.

- The levy rates were revised in December, 1982, to take effect in January, 1983.

MILK CONTROL BOARD ORDERS

The Board was engaged in several meetings with producers and processors to discuss fluid milk price increases. The following is an outline of the Board Orders for 1982.

In Board Order No. 547, filed and effective January 16, 1982, the price structure was revised in the production sector. The adjusted prices for Class II and Class III milk are listed below:

Class II Milk --- $33.60 per 100 kilograms
Class III Milk --- $31.85 per 100 kilograms

In Board Order Nos. 548 and 549, filed and effective March 19, 1982, the price structure was revised in the retail, wholesale and production sectors. These orders increased the consumer's price of milk by $0.01 per litre for retail home delivery. The following were the adjusted price schedules:

Whole Milk -------- $3.00/4 ℓ pouch pak
-------- $1.54/2 ℓ carton
Partly Skimmed ---- $2.92/4 ℓ pouch pak
----- $1.50/2 ℓ carton
Skim Milk --------- $2.72/4 ℓ pouch pak
---------- $1.40/2 ℓ carton
Chocolate Drink --- $0.86/1 ℓ carton
Buttermilk -------- $0.81/1 ℓ carton

In Board Order No. 550, filed June 11, 1982, and effective June 16, 1982, the price structure was revised in the producer sector to accommodate Ultra High Temperature (U.H.T.) milk. The following price was included:

Class I (U.H.T.) --- $40.85 per 100 kilograms.

In Board Order No. 551, filed August 13, 1982, and effective September 1, 1982, the price structure was revised in the production sector. The adjusted prices for Class II and Class III milk are listed below:

Class II Milk --- $34.97 per 100 kilograms
Class III MIlk --- $33.22 per 100 kilograms

In Board Order Nos. 552 and 553, filed October 6, 1982, and effective October 19, 1982, the price structure was revised in the retail, wholesale and production sectors. The producer Class I price was increased from $44.85 to $46.75 per 100 kilograms. These orders increased the consumer's price of milk by $0.04 per litre for retail home delivery. The following were the adjusted milk schedules:

Whole Milk -------- $3.16/4 ℓ pouch pak
-------- $1.62/2 ℓ carton
Partly Skimmed ---- $3.08/4 ℓ pouch pak
---- $1.58/2 ℓ carton
Skim Milk --------- $2.88/4 ℓ pouch pak
--------- $1.48/2 ℓ carton
Chocolate Drink --- $0.90/1 ℓ carton
Buttermilk -------- $0.85/1 ℓ carton

In Board Order No. 554, filed October 28, 1982, and effective November, 1982, made November,1982, an assessment-free month.

BOARD FINANCING

As in previous years, the Board's income continued to be derived from assessment fees levied on producers and processors, processor licence fees and interest on investments.

THE MILK CONTROL BOARD

FINANCIAL STATEMENTS

Year Ended December 31, 1982

OFFICE OF THE PROVINCIAL AUDITOR

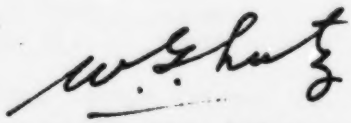
REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the members of the Legislative Assembly
Province of Saskatchewan

I have examined the balance sheet of The Milk Control Board as at December 31, 1982 and the statement of revenue, expenditure and operating surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of The Milk Control Board as at December 31, 1982 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied, after giving retroactive effect to the change in accounting policy as explained in Note 8 to the financial statements, on a basis consistent with that of the preceding year.



Regina, Saskatchewan,
January 20, 1983.

W. G. Lutz, F.C.A.,
Provincial Auditor.

THE MILK CONTROL BOARD

BALANCE SHEET

As at December 31, 1982

(with comparative figures at December 31, 1981)

	1982	1981
ASSETS		
Current:		
Cash	$ 66,426	$ 17,489
Short term deposits at cost	342,000	320,000
Accounts receivable		
- producers - on behalf of Canadian Dairy Commission levy (Note 6)	362,631	179,869
- assessment fees	19,190	18,084
- overquota levy	1,484	1,992
- accrued interest	957	2,850
- other	-	26
	792,688	540,310
Fixed:		
Office furniture & equipment at cost	19,326	19,156
	$812,014	$559,466
LIABILITIES AND SURPLUS		
Current:		
Accounts payable		
- Canadian Dairy Commission (Note 6)	$575,637	$345,765
- overquota levy	5,152	4,430
- vacation accrual (Note 8)	4,369	4,391
- other	2,900	1,828
Deferred government assistance (Note 7)	9,350	-
	597,408	356,414
Equity:		
Fixed assets (Note 1)	19,326	19,156
Operating surplus (Statement 2) (Note 8)	195,280	183,896
	$812,014	$559,466

(See accompanying notes to the financial statements)

THE MILK CONTROL BOARD

STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS

Year Ended December 31, 1982

(with comparative figures for the 1981 year)

	1982	1981 (Note 8)
Revenue:		
Assessment fees (Note 5)	$187,933	$168,559
Market-share quota management assessment	47,118	45,587
Interest	43,292	46,736
Cost of Production Study grants	37,150	-
Licence fees	150	150
Miscellaneous	3	82
	315,646	261,114
Expenditure:		
Salaries	169,977	134,726
Travel, sustenance and vehicle expense	18,547	19,646
Cost of Production Study	63,073	29,399
Rent	14,041	12,996
Employee benefits	8,068	5,140
Telephone	5,769	5,167
Honorarium - Advisory Board	4,520	3,665
- Milk Control Board	1,440	1,885
- Milk Control Quota Committee	180	-
Printing, stationery and office supplies	4,874	3,034
Postage	3,953	1,763
Convention	3,361	-
Sundry	3,634	2,295
Insurance	98	98
Purchase of fixed assets	170	4,164
Interest charges on export levy (Note 6)	2,557	-
	304,262	223,978
Excess of revenue over expenditure	11,384	37,136
Operating surplus, beginning of year as restated (Note 8)	183,896	146,760
Operating surplus, end of year to Statement 1	$195,280	$183,896

(See accompanying notes to the financial statements)

THE MILK CONTROL BOARD

NOTES TO FINANCIAL STATEMENTS

December 31, 1982

1. **Accounting Policy**

The Board follows the policy of charging to current year's expenditure the full cost of assets purchased during the year. The cost of the fixed assets is shown on the balance sheet and no depreciation is recorded.

2. **Incorporation**

The Milk Control Board was established as a body corporate under The Milk Control Act, Chapter 234, Revised Statutes of Saskatchewan, 1965, and is continued under Chapter M-15, Revised Statutes of Saskatchewan, 1978.

The Board has authority to make any regulations or orders in connection with the production, supply, distribution or sale of milk as it may deem necessary.

3. **Lease Commitment**

At December 31, 1982, the Board was committed under a lease until September 1, 1987 at a monthly rental of $1,256.

4. **Contract Commitment**

At December 31, 1982, the Board was committed for an estimated amount of $9,350 for the remainder of a research study.

5. **Assessment Free Period**

During 1982 the Board, by virtue of Order #554, deemed it necessary to grant a one month assessment free period. The free period was in effect during the month of November, 1982 and resulted in $15,228 being forgone in assessment fees from producers and distributors.

6. **Export Levy**

In December, 1982 the Advisory Board agreed to enter into the export levy program retroactive to August 1, 1982. The Canadian Dairy Commission authorized the Milk Control Board to collect an export levy on industrial milk of $.33/100 litres from industrial and fluid milk producers. The purpose of the export levy is to help cover the costs of storage, rental and sale of skim milk powder and cheese for export. Included in accounts receivable (producers - on behalf of the Canadian Dairy Commission levy) is an amount of $109,586 which is receivable from producers. Included in accounts payable (Canadian

Dairy Commission) is an amount of $112,270 which includes amounts receivable from producers of $109,586 and amounts contributed by the Milk Control Board of $2,684 to cover interest charges and levy for producers who have ceased operations between August and December, 1982.

7. Deferred Government Assistance

In 1982, the Milk Control Board received $12,000 from the Canadian Dairy Commission and $34,500 from the Saskatchewan Department of Agriculture to assist in the costs of the Saskatchewan Dairy Study. As of December 31, 1982 approximately three-quarters of the study was complete, the remainder will be completed in 1983. A portion of the assistance has been deferred until 1983 in order to match the funds received with the expenses incurred.

8. Accounting Policy Change - Vacation Accrual

The Milk Control Board has recorded a vacation liability to reflect amounts accrued to employees at December 31, 1982. The change in accounting policy has been applied retroactively. 1981 excess of revenue over expenditure has been decreased by $1,556. As well, operating surplus at January 1, 1981 has been decreased by $2,835.

TABLE I

TOTAL WHOLE MILK REQUIREMENTS, NUMBER OF MILK PRODUCERS AND AVERAGE DAILY PRODUCTION 1981-82 (KGS)

PERIOD		WHOLE MILK REQUIREMENTS	TOTAL PRODUCTION	NUMBER OF PRODUCERS	DAILY AVERAGE PER PRODUCER
January	1982	8,120,639	14,295,785	686	672
	1981	8,386,937	12,161,289	631	622
February	1982	7,780,419	13,605,856	687	707
	1981	7,543,396	11,659,393	636	655
March	1982	8,975,897	16,106,787	702	740
	1981	8,363,683	13,991,450	653	691
April	1982	8,317,817	15,926,879	708	750
	1981	7,951,194	14,219,137	661	717
May	1982	8,004,585	16,833,304	708	767
	1981	8,057,396	15,192,893	668	734
June	1982	8,043,880	16,675,379	712	781
	1981	8,056,771	15,060,276	666	754
July	1982	8,039,826	16,770,842	715	757
	1981	8,029,923	15,300,049	671	736
August	1982	8,051,569	16,109,043	714	728
	1981	7,664,295	14,745,536	670	710
September	1982	8,427,512	14,919,533	716	695
	1981	8,302,256	13,563,190	668	677
October	1982	8,546,916	14,595,214	718	656
	1981	8,846,254	13,377,450	672	642
November	1982	8,753,345	13,818,133	722	638
	1981	8,122,022	12,915,562	678	635
December	1982	8,613,592	14,699,691	722	657
	1981	8,740,472	13,689,682	681	648
TOTAL	1982	99,675,997	184,356,446	709	712
	1981	98,064,599	165,875,907	663	685
% Change		+1.64	+11.14		+3.9

TABLE II

COMPARATIVE FIGURES ON KILOGRAMS OF MILK PRODUCTION AND SALES 1981-82

CONTROL AREAS		1980	1981	1982
Regina	PRODUCTION	37,157,678	38,463,144	38,913,790
	SALES	30,842,380	31,053,907	31,979,136
Prince Albert	PRODUCTION	6,341,919	6,720,969	6,834,681
	SALES	5,970,295	5,947,314	6,310,122
Yorkton	PRODUCTION	17,616,615	20,313,589	27,006,144
	SALES	7,385,593	7,320,576	7,379,453
Saskatoon	PRODUCTION	52,382,641	62,643,213	69,027,476
	SALES	30,194,680	31,143,435	31,731,796
Swift Current	PRODUCTION	12,056,810	17,634,381	20,553,058
	SALES	5,064,582	4,913,503	4,672,489
Battlefords	PRODUCTION	4,769,873	6,094,872	7,743,968
	SALES	4,524,428	4,498,390	4,555,509
Melville	PRODUCTION	2,325,194	2,348,351	2,353,412
	SALES	1,950,258	1,883,605	1,828,417
Weyburn	PRODUCTION	2,560,662	2,402,692	2,261,184
	SALES	2,487,808	2,511,912	2,499,368
Estevan	PRODUCTION	2,407,421	2,326,148	2,477,007
	SALES	1,896,620	1,912,891	1,927,482
Melfort*	PRODUCTION	4,614,406	4,171,602	4,340,273
	SALES	4,082,543	3,907,080	3,900,026
Lloydminster**	PRODUCTION	2,963,736	2,756,946	2,845,453
	SALES	2,907,626	2,971,986	2,892,199
TOTAL	PRODUCTION	145,196,955	165,875,907	184,356,446
	SALES	97,306,813	98,064,599	99,675,997

*Melfort includes the control area of Humboldt.

**Lloydminster is not a controlled area, but is under the Saskatchewan fluid milk pool.

TABLE III

COMPARATIVE SALES BY LITRES OF MILK AND CREAM PRODUCTS IN CONTROL AREAS 1981-82

PRODUCTS		RETAIL SALES (HOME DELIVERY)	WHOLESALE SALES	COUNTRY SALES	TOTAL SALES	%
Whole Milk	1981	4,002,215	13,951,548	10,975,599	28,929,362	30.2
	1982	3,824,251	13,609,481	10,800,417	28,234,149	29.0
Partly Skimmed	1981	8,627,200	29,184,579	19,694,517	57,506,296	60.1
	1982	8,527,913	30,532,736	20,651,396	59,712,045	61.4
Skim Milk	1981	904,207	2,196,739	722,980	3,823,926	4.0
	1982	845,472	2,250,422	773,970	3,869,864	4.0
Chocolate Milk	1981	176,105	3,001,345	1,510,159	4,687,609	4.9
	1982	176,881	2,978,900	1,555,004	4,710,785	4.8
Buttermilk	1981	42,863	431,078	284,918	758,859	.8
	1982	40,914	420,964	267,985	729,863	.8
Total Milk Sales	1981	13,752,590	48,765,289	33,188,173	95,706,052	100.0
	1982	13,415,431	49,792,503	34,048,772	97,256,706	100.0
10% Cream	1981	168,117	1,212,487	495,117	1,875,721	
	1982	162,941	1,182,853	505,917	1,851,711	
32% Cream	1981	16,557	283,646	190,424	490,627	
	1982	16,611	300,632	205,052	522,295	

TOTAL MILK SALES BY DISTRIBUTION OUTLET 1981-82

	1981	%	1982	%
Retail Sales (Home Delivery)	13,752,590	14.4	13,415,431	13.8
Wholesale Sales	48,765,289	51.0	49,792,503	51.2
Country Sales	33,188,173	34.6	34,048,772	35.0
TOTAL SALES	95,706,052	100.0	97,256,706	100.0

TABLE IV

INDUSTRIAL MILK AND CREAM RECEIPTS 1981-82

MONTH	YEAR	AVERAGE TEST	INDUSTRIAL MILK		INDUSTRIAL CREAM	TOTAL MILK & CREAM
			KILOGRAMS MILK	KGS. B.F.	KGS. B.F.	KGS. B.F.
Jan.	1982	3.72	1,369,327	50,981	56,426	107,407
	1981	3.71	1,728,928	64,200	65,917	130,117
Feb.	1982	3.66	1,361,986	49,808	58,536	108,344
	1981	3.65	1,795,462	65,502	66,362	131,864
Mar.	1982	3.58	1,453,884	52,045	79,753	131,798
	1981	3.62	1,981,774	71,764	87,929	159,693
Apr.	1982	3.51	1,282,670	44,973	90,745	135,718
	1981	3.63	1,955,177	71,047	105,306	176,353
May	1982	3.46	1,448,729	50,121	98,143	148,264
	1981	3.53	2,066,303	72,937	123,739	196,676
June	1982	3.37	1,430,752	48,211	118,782	166,993
	1981	3.36	2,096,390	70,481	149,170	219,651
July	1982	3.39	1,374,813	46,600	107,401	154,001
	1981	3.42	1,998,486	68,388	149,809	218,197
Aug.	1982	3.49	1,285,484	44,829	108,255	153,084
	1981	3.48	1,780,735	62,079	120,140	182,219
Sept.	1982	3.63	1,037,624	37,667	93,334	131,001
	1981	3.58	1,563,154	56,003	110,049	166,052
Oct.	1982	3.81	896,534	34,199	71,564	105,763
	1981	3.81	1,335,761	50,871	91,659	142,530
Nov.	1982	3.82	762,751	29,138	55,567	84,705
	1981	3.79	1,253,190	47,462	64,328	111,790
Dec.	1982	3.78	806,467	30,478	47,286	77,764
	1981	3.73	1,412,260	52,700	59,318	112,018
Yearly	1982	3.58	14,511,021	519,050	985,792	1,504,842
	1981	3.59	20,967,620	753,434	1,193,726	1,947,160

This table includes the milk and cream receipts from industrial shippers only.
It does not include the surplus milk or cream transferred from the fluid milk sector.

TABLE V

SALES OF MILK AND CREAM PRODUCTS IN LITRES IN CONTROL AREAS 1981-82

		WHOLE MILK	PARTLY SKIMMED MILK	SKIM MILK	CHOCOLATE MILK	BUTTER MILK	10% CREAM	32% CREAM	TOTAL LITRES
Regina	1981	8,897,595	18,005,816	1,574,049	1,613,006	230,095	704,025	127,610	31,152,196
	1982	8,917,455	18,838,710	1,570,951	1,673,183	225,590	690,632	136,100	32,052,621
% Change		+ .22	+ 4.63	- .20	+ 3.73	- 1.96	- 1.90	+ 6.65	+ 2.89
Prince Albert	1981	2,114,196	3,232,635	128,182	286,304	43,080	66,521	27,039	5,897,957
	1982	2,037,530	3,665,118	106,451	305,999	42,176	63,876	30,400	6,251,550
% Change		- 3.63	+13.38	-16.95	+ 6.88	- 2.10	- 3.98	+12.43	+ 6.00
Yorkton	1981	2,625,146	4,038,514	152,933	228,036	87,605	159,998	51,176	7,343,408
	1982	2,545,045	4,159,334	165,966	232,864	81,254	159,455	52,045	7,395,963
% Change		- 3.05	+ 2.99	+ 8.52	+ 2.12	- 7.25	- .34	+ 1.70	+ .72
Saskatoon	1981	8,306,266	18,978,661	1,378,883	1,501,938	229,878	698,732	154,073	31,248,431
	1982	8,105,471	19,767,595	1,394,427	1,464,269	225,304	696,424	171,469	31,824,959
% Change		- 2.42	+ 4.16	+ 1.13	- 2.51	- 1.99	- .33	+11.29	+ 1.84
Swift Current	1981	1,418,376	2,977,597	164,265	179,647	49,407	51,393	32,438	4,873,123
	1982	1,322,481	2,829,092	173,497	184,791	45,205	49,654	31,815	4,636,535
% Change		- 6.76	- 4.99	+ 5.62	+ 2.86	- 8.50	- 3.38	- 1.92	- 4.86
Battlefords	1981	1,561,775	2,520,884	85,671	189,434	30,178	47,017	18,020	4,452,979
	1982	1,504,678	2,632,560	86,695	192,613	25,795	44,289	19,650	4,506,280
% Change		- 3.66	+ 4.33	+ 1.20	+ 1.68	-14.52	- 5.80	+ 9.05	+ 1.20
Melville	1981	661,380	1,054,442	6,710	104,614	12,569	30,337	24,641	1,894,713
	1982	641,729	1,029,182	7,516	95,639	13,110	30,206	24,187	1,841,569
% Change		- 2.97	- 2.40	+12.01	- 8.58	+ 4.14	- .43	- 1.84	- 2.80
Weyburn	1981	781,597	1,409,685	112,933	130,109	18,160	30,346	9,845	2,492,675
	1982	738,400	1,428,074	121,052	133,640	17,720	29,316	9,691	2,477,893
% Change		- 5.53	+ 1.30	+ 7.19	+ 2.71	- 2.42	- 3.39	- 1.56	- .59
Estevan	1981	604,146	1,125,496	30,530	96,874	10,344	16,950	8,446	1,892,786
	1982	592,213	1,151,118	35,724	90,279	10,494	16,562	9,220	1,905,610
% Change		- 1.98	+ 2.28	+17.01	- 6.81	+ 1.45	- 2.29	+ 9.16	+ .68
Melfort	1981	1,251,116	2,271,071	91,740	164,604	32,286	44,053	25,796	3,880,696
	1982	1,187,673	2,325,558	96,549	163,125	30,133	45,845	26,371	3,875,254
% Change		- 5.07	+ 2.40	+ 5.24	- .90	- 6.67	+ 4.07	+ 2.23	- .14
Lloydminster*	1981	707,769	1,891,495	98,030	193,043	15,237	26,349	11,543	2,943,466
	1982	641,474	1,885,704	111,036	174,383	13,082	25,452	11,347	2,862,478
% Change		- 9.37	- .31	+13.27	- 9.66	-14.14	- 3.40	- 1.70	- 2.75
TOTALS	1981	28,929,362	57,506,296	3,823,926	4,687,609	758,859	1,875,721	490,627	98,072,400
	1982	28,234,149	59,712,045	3,889,864	4,710,785	729,863	1,851,711	522,295	99,630,712
% Change		- 2.40	+ 3.83	+ 1.20	+ .49	- 3.82	- 1.28	+ 6.45	+ 1.59

*Melfort includes the control area of Humboldt.

**Lloydminster is not a controlled area but under the Saskatchewan Fluid Milk Pool.

TABLE VI

SALES OF FLUID MILK IN LITRES IN CONTROL AREAS 1981-82
(Whole Milk, Partly Skimmed, Skim, Chocolate, Buttermilk)

MONTH		REGINA	PRINCE ALBERT	YORKTON	SASKATOON	SWIFT CURRENT	BATTLEFORDS	MELVILLE	WEYBURN	ESTEVAN	MELFORT	LLOYD-MINSTER*	TOTALS
Jan.	1981	2,622,266	482,596	618,309	2,598,191	401,128	353,303	164,698	203,061	162,803	317,869	259,804	8,184,028
	1982	2,545,442	466,241	584,063	2,573,663	357,559	350,960	149,936	195,353	160,971	309,128	227,061	7,920,377
% Change		- 2.93	- 3.39	- 5.54	- 0.95	-10.87	- 0.67	- 8.97	- 3.80	- 1.13	- 2.75	-12.61	- 3.23
Feb.	1981	2,347,550	436,201	555,074	2,345,204	358,269	327,956	147,900	184,090	144,103	286,738	229,373	7,362,458
	1982	2,449,782	451,042	556,642	2,444,778	359,269	344,214	136,816	184,839	148,091	296,597	221,858	7,593,928
% Change		+ 4.35	+ 3.40	+ 0.28	+ 4.24	+ 0.28	+ 4.95	- 7.50	+ 0.40	+ 2.76	+ 3.43	- 3.28	+ 3.14
Mar.	1981	2,590,304	481,097	601,483	2,629,113	406,456	361,534	156,042	206,645	156,781	318,503	254,721	8,162,679
	1982	2,858,426	522,546	668,970	2,790,682	399,084	386,470	154,389	214,946	163,146	339,342	260,608	8,758,609
% Change		+10.35	+ 8.61	+11.22	+ 6.14	- 1.82	+ 6.89	- 1.06	+ 4.01	+ 4.05	+ 6.54	+ 2.31	+ 7.30
Apr.	1981	2,444,156	454,463	578,010	2,483,877	406,607	343,892	146,133	193,030	158,331	311,457	237,638	7,757,594
	1982	2,574,564	489,017	565,795	2,665,751	385,376	370,439	146,712	204,692	158,905	319,472	233,490	8,114,213
% Change		+ 5.33	+ 7.60	- 2.11	+ 7.32	- 5.23	+ 7.71	+ 0.40	+ 6.04	+ 0.36	+ 2.57	- 1.75	+ 4.60
May	1981	2,480,872	480,351	602,521	2,436,891	399,230	359,044	163,263	205,064	159,025	318,850	257,154	7,862,265
	1982	2,506,813	509,855	577,875	2,464,353	381,031	351,588	140,594	196,397	150,154	311,347	224,769	7,814,776
% Change		+ 1.04	+ 6.14	- 4.10	+ 1.13	- 4.56	- 2.08	-13.89	- 4.23	- 5.58	- 2.36	-12.60	- 0.60
June	1981	2,512,499	482,459	577,460	2,446,029	406,999	374,924	151,572	202,223	152,553	308,653	248,693	7,864,064
	1982	2,500,874	525,090	606,654	2,427,820	369,426	379,161	151,097	201,978	149,728	315,826	224,039	7,851,693
% Change		- 0.47	+ 8.83	+ 5.05	- 0.75	- 9.24	+ 1.13	- 0.31	- 0.12	- 1.86	+ 2.32	- 9.92	- 0.16
July	1981	2,387,265	534,568	588,658	2,431,471	413,077	399,177	154,849	214,765	143,570	324,699	248,518	7,840,617
	1982	2,444,977	559,176	605,262	2,373,760	393,777	400,298	164,257	207,552	151,552	315,389	231,669	7,847,669
% Change		+ 2.41	+ 4.60	+ 2.82	- 2.38	- 4.68	+ 0.28	+ 6.07	- 3.36	+ 5.55	- 2.87	- 6.78	+ 0.08
Aug.	1981	2,330,398	487,593	563,801	2,324,857	401,218	356,284	143,580	200,916	144,637	305,774	224,134	7,483,192
	1982	2,510,251	534,951	576,510	2,418,141	380,138	382,115	155,606	201,176	143,148	317,598	240,792	7,860,426
% Change		+ 7.72	+ 9.71	+ 2.25	+ 4.01	- 5.25	+ 7.25	+ 8.37	+ 0.13	- 1.03	+ 3.86	+ 7.43	+ 5.04
Sept.	1981	2,578,746	480,136	606,209	2,600,108	401,450	368,950	152,099	206,835	155,371	324,663	229,842	8,104,409
	1982	2,654,087	513,223	599,462	2,658,484	380,647	355,025	147,326	204,666	150,136	319,832	232,371	8,215,259
% Change		+ 2.92	+ 6.89	- 1.11	+ 2.25	- 5.18	- 3.77	- 3.14	- 1.05	- 3.37	- 1.49	+ 1.10	+ 1.37
Oct.	1981	2,771,337	505,041	632,017	2,783,943	421,141	390,215	157,093	216,949	170,320	340,946	244,073	8,633,075
	1982	2,722,293	522,098	620,057	2,657,944	373,198	364,691	147,890	206,616	163,928	320,802	240,515	8,340,032
% Change		- 1.77	+ 3.38	- 1.89	- 4.53	-11.38	- 6.54	- 5.86	- 4.76	- 3.75	- 5.91	- 1.46	- 3.39
Nov.	1981	2,537,367	466,988	566,409	2,605,156	369,040	353,003	147,335	202,506	150,998	306,106	222,245	7,927,153
	1982	2,758,207	539,949	597,500	2,790,172	395,339	372,353	147,312	211,420	161,528	315,898	250,773	8,540,451
% Change		+ 8.70	+15.62	+ 5.49	+ 7.10	+ 7.13	+ 5.48	- 0.01	+ 4.40	+ 6.97	+ 3.20	+12.84	+ 7.74
Dec.	1981	2,717,801	512,904	642,283	2,710,786	404,677	399,660	155,171	216,400	168,898	346,559	249,379	8,524,518
	1982	2,700,173	524,086	625,673	2,691,518	380,222	385,027	145,241	209,251	178,541	321,807	237,734	8,399,273
% Change		- 0.65	+ 2.18	- 2.59	- 0.71	- 6.04	- 3.66	- 6.40	- 3.30	+ 5.71	- 7.14	- 4.67	- 1.47
TOTALS	1981	30,320,561	5,804,397	7,132,234	30,395,626	4,789,292	4,387,942	1,839,735	2,452,484	1,867,390	3,810,817	2,905,574	95,706,052
	1982	31,225,889	6,157,274	7,184,463	30,957,066	4,555,066	4,442,341	1,787,176	2,438,886	1,879,828	3,803,038	2,825,679	97,256,706
% Change		+ 2.99	+ 6.08	+ 0.73	+ 1.85	- 4.89	+ 1.24	- 2.86	- 0.55	+ 0.67	- 0.20	- 2.75	+ 1.62

TABLE VII

THE AVERAGE MONTHLY PRICE PER HUNDRED KILOGRAMS

FOR ALL FLUID SHIPMENTS -- 1979 TO 1982[1/]

MONTH	1979	1980	1981	1982	% Increase 1979 to 1982
JANUARY	$28.10	$32.12	$37.55	$39.89	41.9
FEBRUARY	28.09	33.89	37.92	40.40	43.8
MARCH	28.45	33.39	37.36	40.04	40.7
APRIL	28.80	33.26	37.32	39.65	37.7
MAY	29.05	33.18	36.90	39.23	35.0
JUNE	28.04	33.69	37.00	38.63	37.8
JULY	29.15	33.62	37.49	39.13	34.2
AUGUST	30.35	35.58	37.52	39.22	29.2
SEPTEMBER	30.62	36.84	39.46	40.27	31.5
OCTOBER	30.95	37.41	39.86	41.31	33.5
NOVEMBER	32.79	36.96	40.34	42.26	28.9
DECEMBER	32.10	37.11	40.26	41.04	27.9
AVERAGE	29.63	34.93	38.25	40.05	35.2

1/ Prices include subsidies less levies at a 3.5% butterfat test.

TABLE VIII

SCHEDULE OF BASIC TRANSPORTATION CHARGES
BASED ON PORUDCER MONTHLY PRODUCTION

KGS. PRODUCED MONTHLY	PRODUCER[1/] BASIC RATE 1982
Min. Charge - 9,000	$1.204
9,001 - 13,600	1.179
13,601 - 18,100	1.155
18,101 - 22,600	1.118
22,601 - 27,200	1.105
27,201 - 31,700	1.093
31,701 - 36,200	1.081
36,201 - 40,800	1.069
40,801 - 45,300	1.056
45,301 - 49,900	1.044
49,901 - 54,400	1.032
54,401 - 58,900	1.019
58,901 - 63,500	1.007
63,501 - 68,000	.995
68,001 - 72,600	.982
72,601 - 77,100	.970
77,101 - 81,600	.958
81,601 - 86,200	.933
86,201 - 90,700	.933
90,701 and Over	.933

Distance to be based on the air kilometers between the producer and the nearest processor.

1/ A kilometer rate of 1.15¢ (.0115) per kilometer per 100 kgs.